# **Commonwealth of Massachusetts**



# Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2007

Martin J. Benison, CGFM Comptroller of the Commonwealth

This document and related information are available at



"Your Government, Your Way"

The Office of the Comptroller's home page is www.mass.gov/osc



### -Chorus-

You can tell me about the times you spent In the Rockies and on the plains, Please don't think that I'm the last to say That there ain't lots of other places In this world that still remain Beautiful and unchanged But they're just not the same The sun comes up to meet the dawn And there's a day that must go on There's another night that's gone In Massachusetts And I could spend all of my days And remain each day amazed At the way each day is phrased In Massachusetts

## Massachusetts

by Arlo Guthrie

Like a dream in the night
As the snow settles white
There's a fire burning bright
In Massachusetts
And there's a house upon a hill
That keeps us from the chill
And by the grace of God
We will be in Massachusetts

#### -Chorus-

Now if you could only see
I know you would agree
There ain't nowhere else to be
Like Massachusetts
And there's a house upon a hill
That keeps us from the chill
And by the grace of God
We will be in Massachusetts
Come on tell me about the time you spent
In the Rockies and on the plains
And please don't think that I'm the last to say
That there ain't lots of other places
In this world that still remain
Beautiful and unchanged
But they're just not the same as Massachusetts

Arlo Guthrie's song "Massachusetts" is the official folk song of the Commonwealth.

#### Cover:

Fountain Pond State Park, Great Barrington Courtesy of the Massachusetts Department of Conservation and Recreation (DCR) Photograph by Kindra Clineff©, for the DCR

Other credits and sources:

Historical Atlas of Massachusetts, edited by Richard W. Wilke and Jack Tager , University of Massachusetts Press Walden Woods Project

New England Wildflower Society

Woods Hole Oceanographic Institution

and the following Commonwealth of Massachusetts' departments and agencies:

Department of Agricultural Resources

Department of Conversation and Recreation

Department of Fish and Game, Riverways Program, Massachusetts Division of Fisheries and Wildlife (MassWildlife)

Executive Office of Energy and Environmental Affairs, Division of Conservation Services

State Library of Massachusetts, Special Collections

# **Comprehensive Annual Financial Report**For the Fiscal Year Ended June 30, 2007

#### **Table of Contents Download full report**

I.	INTRODUCTORY SECTION	IV
Li	ETTER OF TRANSMITTAL	1
A	CKNOWLEDGEMENTS	6
C	OMMONWEALTH ORGANIZATIONAL STRUCTURE	7
C	ONSTITUTIONAL OFFICERS	8
$A^{j}$	DVISORY BOARD TO THE COMPTROLLER	9
C	ERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING	11
II.	FINANCIAL SECTION	13
IΝ	NDEPENDENT AUDITORS' REPORT	15
M	ANAGEMENT'S DISCUSSION AND ANALYSIS	19
$B_{\ell}$	ASIC FINANCIAL STATEMENTS:	35
G	OVERNMENT – WIDE FINANCIAL STATEMENTS	35
	Statement of Net Assets	36
	Statement of Activities	
	OVERNMENTAL FUND FINANCIAL STATEMENTS	
	Balance Sheet	42
	Reconciliation of Fund Balances to the Statement of Net Assets	
	Statement of Revenues, Expenditures and Changes in Fund Balances	44
	Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balances of	
	Governmental Funds to the Statement of Activities	45
	ROPRIETARY FUND FINANCIAL STATEMENTS:	
	Statement of Net Assets	
	Statement of Revenues, Expenses and Changes in Net Assets	49
	Statement of Cash Flows	
	IDUCIARY FUND FINANCIAL STATEMENTS:	
	Statement of Net Assets	
	Statement of Changes in Net Assets	
	ISCRETELY PRESENTED COMPONENT UNIT FINANCIAL STATEMENTS:	
	Statement of Net Assets	
	Statement of Revenues, Expenses and Changes in Net Assets	
$T_{\ell}$	ABLE OF CONTENTS - NOTES TO THE BASIC FINANCIAL STATEMENTS	59
	Notes to the Basic Financial Statements	61
$R_{I}$	EQUIRED SUPPLEMENTARY INFORMATION-OTHER THAN MANAGEMENT'S DISCUSSION AND	
	ANALYSIS:	
	Schedules of Revenues, Expenditures And Changes In Fund Balances – Statutory Basis – Budget and Actual	
	Explanation of Differences between Revenues, Expenditures and Other Financing Source	es
	(Uses) for Budgetary Funds on a Budgetary Basis and GAAP Basis	
	Note to Required Supplementary Information – Budgetary Reporting	
	Schedule Pension Funding Progress – Last Three Fiscal Years	
	THER SUPPLEMENTARY INFORMATION:	

	ombined Balance Sheet – Other Governmental Funds	14
$C\epsilon$	ombined Statement Of Revenues, Expenditures And Changes In Fund Balances	– Other
	Governmental Funds	14
$C\epsilon$	ombining Statement of Net Assets Available for Pension Benefits – Pension Trus	st Funds 14
$C \epsilon$	ombining Statement of Changes in Net Assets for Pension Benefits – Pension Tr	ust Funds1
	ombining Statement of Net Assets Held in Trust for Pool Participants – Externa	
	Trust Fund	
$C \epsilon$	ombining Statement of Changes in Net Assets Held in Trust for Pool Participant	ts –
	External Investment Trust Fund	
Cc	ombining Statement of Changes in Assets and Liabilities - Agency Funds	
	ombing Statement Of Net Assets - Nonmajor Component Units	
	ombining Statement Of Revenues, Expenses And Changes In Net Assets - Nonmo	
	Component Units	•
	•	
II.	STATISTICAL SECTION	15
St	atistical Section Narrative and Table of Contents	15
	hedule of Net Assets by Component Last Six Fiscal Years	
	hanges in Net Assets – Last Six Fiscal Years	
	und Balances, Governmental Funds Last Six Fiscal Years	
	en –Year Schedule of Revenues and Other Financing Sources All Governmental	
	– Fund Perspective	
$T_{\ell}$	en –Year Schedule of Expenditures and Other Financing Uses by Secretariat Ali	
10	Governmental Fund Types – Fund Perspective	
p,	ersonal Income by Industry Last Ten Calendar Years	
	ommonwealth of Massachusetts Personal Income Tax Filers and Liability by Inc	
C	- Tax Years 2005 and 1996	
c:		
	x – Year Schedule of Per Capita General Long-Term Bonded Debt and Capital	
	en – Year Schedule of Outstanding Direct Debt and Statutory Debt Limit	
16	en-Year Schedule of Percentage of Annual Debt Service Expenditures For Gene	
0	Debt to Total Expenditures – Fund Perspective All Governmental Fund Types	
	omponent Units Revenue Bond Coverage for the Last Ten Fiscal Years	
	en-Year Schedule of Massachusetts and United States Resident Population	
	en-Year Schedule of Massachusetts and United States Resident Per Capita Net I	
No	onagricultural Employment By Sector and Industry in Massachusetts and the Un	
	for 2007	
$T\epsilon$	en-Year Schedule of Annual Average Civilian Labor Force, Unemployment and	
	Unemployment Rates for Massachusetts and the United States	
$L \alpha$	argest Private Sector Massachusetts Employers	17
St	andard and Poors 500 Companies Headquartered in Massachusetts	17
$F\iota$	ıll Time Equivalent Employees by Function / Program Last Ten Years	17
M	assachusetts Road Inventory Calendar Year End, Lane Miles by Type Last Ten Years	
$A_1$	verage Annual Medicaid Caseload and Medicaid Expenditures – Fund Perspect	
111	Ten Fiscal Years	
M	assachusetts Real Property Owned and Leased Annual Inventory, Acreage, Imp	
1 <b>VI</b>	assachusens Keai Froperty Ownea and Leasea Annuai Inventory, Acreage, Imp and Square Footage Last Ten Years	
). <i>1</i> .	assachusetts Public Higher Education Enrollment and Degrees Conferred Last	

Calculation of Transfers: Stabilization Fund	186
Calculation of Transfers: Tax Reduction Fund	
Massachusetts General Information	